

Via Electronic Mail

July 1, 2011

Tricia A. Edwards
On Scene Coordinator
U.S. EPA Region 5
9311 Groh Road
Grosse Ile, MI 48138

**RE: PROGRESS REPORT
RECLAMATION OIL SITE IN DETROIT, MICHIGAN**

Dear Ms. Edwards:

This progress report has been prepared by Horizon Environmental (Horizon) on behalf of the Respondents to the Settlement Agreement pursuant to the requirements of Paragraph 21(a) of the Settlement Agreement. The Settlement Agreement requires submittal of a written progress report every 30 days after EPA approval of the Site Work Plan. The reporting period has been transitioned to a month-end reporting period for administrative efficiency.

SIGNIFICANT DEVELOPMENTS DURING REPORTING PERIOD

Significant developments at the Reclamation Oil site in Detroit, Michigan during the reporting period of June 1-30, 2011 are summarized below.

Sewer Replacement/Rehabilitation

We continue to discuss the design for replacement of the existing sewer system with the City of Detroit DWS and await their approval.

Groundwater Verification Sampling

Replacement temporary monitoring wells were installed at the TMW-5 and TMW-11 locations on June 17, 2011 as described in the March 8, 2011 *Technical Memorandum regarding Pre-Excavation Groundwater Verification Sampling Results*.

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ANTICIPATED DEVELOPMENTS DURING NEXT REPORTING PERIOD

Anticipated developments at the Reclamation Oil site in Detroit, Michigan during the next reporting period of July 1-31, 2011 are summarized below.

Sewer Replacement/Rehabilitation

The schedule for the sewer replacement/rehabilitation work is dependent upon approval of the technical approach and issuance of a permit by the City of Detroit DWS. We will continue to work toward implementation as soon as possible. Horizon will contact you when the City of Detroit DWS approves the sewer replacement specifications with an update on the implementation schedule. The placement of topsoil and seed will follow the sewer work.

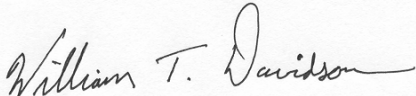
Groundwater Verification Sampling

For efficiency considerations, sampling of the temporary wells at the TMW-5 and TMW-11 locations will be completed coincident with mobilization for the sewer replacement project. A schedule for this activity will be forwarded once established.

If you have any questions regarding the information provided herein, please contact me at (616) 554-3210.

Sincerely,

HORIZON ENVIRONMENTAL



William T. Davidson
Project Manager

cc: Alexandra Clark, Weston
Michelle Rosenthal, Garvey Schubert Barer